

## ESTIMATE OF IOWA TUITION REPLACEMENT REQUIREMENT

Fiscal Year	Amount Due	Fiscal Year	Amount Due
2015	\$ 29,735,423	2023	\$ 30,450,136
2016	30,237,549	2024	30,293,560
2017	33,473,351	2025	28,065,870
2018	33,353,334	2026	28,138,561
2019	33,374,110	2027	28,480,274
2020	30,966,113	2028	22,879,399
2021	30,568,109	2029	22,087,933
2022	30,554,553	2030	21,953,615

The tuition replacement requirement is the amount of money required to fund debt service on Academic Building Revenue Bonds to avoid passing the cost on to students in the form of tuition increases because the bonds are secured with tuition fees.

### NOTES:

- 1) These estimates include all currently authorized Academic Building Revenue Bonds and are subject to change based on actual experience with respect to investment earnings on construction funds, bond reserve funds, sinking funds on bonds issued, and projected sale dates and interest rates for bonds not yet issued.
- 2) As of September 2014, outstanding principal on the Academic Building Revenue Bonds includes \$165.2 million at the University of Iowa, \$150.4 million at Iowa State University, and \$46.5 million at the University of Northern Iowa.
- 3) Between 1981 and 2014, initial net interest rates for Academic Building Revenue Bonds (excludes refunding bonds) varied between 2.7% and 11.2%; bonds with high interest rates have been refunded.
- 4) Since FY 2009, the tuition replacement appropriation has been made by the General Assembly from the Rebuild Iowa Infrastructure Fund.

Source: Board of Regents